## A BILL

To amend the Central Intelligence Agency Retirement Act of 1964 for Certain Employees, and for other purposes.

- Be it enacted by the Senate and House of Representa-
- 2 tives of the United States of America in Congress assembled,
- 3 SEC. 1. The Central Intelligence Agency Retirement
- 4 Act of 1964 for Certain Employees (78 Stat. 1043; 50
- 5 U.S.C. 403 note) is amended by striking subsection 204
- 6 (b) (3) and inserting the following in lieu thereof:
- 7 "(3) 'Child', for the purposes of sections 221 and 232
- 8 of this Act, means an unmarried child, including (i) an
- 9 adopted child, and (ii) a stepchild or recognized natural
- 10 child who lived with the participant in a regular parent-
- ll child relationship, under the age of eighteen years, or such
- 12 unmarried child regardless of age who because of physical
- or mental disability incurred before age eighteen is incapable
- of self-support, or such unmarried child between eighteen

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- l and twenty-two years of age who is a student regularly pur-
- 2 suing a full-time course of study or training in residence in
- 3 a high school, trade school, technical or vocational institute,
- 4 junior college, college, university, or comparable recognized
- 5 educational institution. A child whose twenty-second birth-
- 6 day occurs prior to July 1 or after August 31 of any calendar
- 7 year, and while he is regularly pursuing such a course of study
- 8 or training, shall be deemed for the purposes of this paragraph
- 9 and section 221 (e) of this Act to have attained the age of
- 10 twenty-two on the first day of July following such birthday.
- 11 A child who is a student shall not be deemed to have ceased
- 12 to be a student during any interim between school years if
- 13 the interim does not exceed five months and if he shows to
- 14 the satisfaction of the Director that he has a bona fide inten-
- 15 tion of continuing to pursue a course of study or training
- 16 in the same or different school during the school semester
- 17 (or other period into which the school year is divided)
- 18 immediately following the interim. The term 'child', for the
- 19 purposes of section 241, shall include an adopted child and
- 20 a natural child, but shall not include a stepchild.".

| T  | SEC. 2. Section 221 (a) of the Central Intelligence         |
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| 2  | Agency Retirement Act (50 U.S.C. 403 note) is amended       |
| 3  | by striking out "thirty-five" and substituting "forty".     |
| 4  | SEC. 3. Section 221 (b) of the Central Intelligence         |
| 5  | Agency Retirement Act (50 U.S.C. 403 note) is amended       |
| 6  | by deleting the words "or remarriage" from the first sen-   |
| 7  | tence, and section 232 (b) is amended by deleting the words |
| 8  | "or remarriage" from the second sentence.                   |
| 9  | SEC.4. Section 221 (e) of the Central Intelligence          |
| 10 | Agency Retirement Act (50 U.S.C. 403 note) is amended       |
| 11 | to read as follows:   |
| 12 | " (e) The commencing date of an annuity payable to a        |
| 13 | child under paragraph (c) or (d) of this section, or (c) or |
| 14 | (d) of section 232, shall be deemed to be the day after the |
| 15 | annuitant or participant dies, with payment beginning on    |
| 16 | that day or beginning or resuming on the first day of the   |
| 17 | month in which the child later becomes or again becomes a   |
| 18 | student as described in section 204 (b) (3), provided the   |
| 19 | lump-sum credit, if paid, is returned to the fund. Such     |
| 20 | annuity shall terminate on the last day of the month before |

| 1  | (1) the child's attaining age eighteen unless he is then a     |
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| 2  | student as described or incapable of self-support, (2) his be- |
| 3  | coming capable of self-support after attaining age eighteen    |
| 4  | unless he is then such a student, (3) his attaining age        |
| 5  | twenty-two if he is then such a student and not incapable of   |
| 6  | self-support, (4) his ceasing to be such a student after at-   |
| 7  | taining age eighteen unless he is then incapable of self-      |
| 8  | support, (5) his marriage, or (6) his death, whichever         |
| 9  | first occurs.".  |
| 0  | SEC. 5. Section 221 of the Central Intelligence                |
| 11 | Agency Retirement Act (50 U.S.C. 403 note) is amended          |
| 12 | by deleting the last two sentences of subsection (f), and      |
| 13 | adding the following new paragraphs (g) and (h):               |
| 14 | "(g) Except as otherwise provided, the annuity of a            |
| 15 | participant shall commence on the day after separation from    |
| 16 | the service, or on the day after salary ceases and the partici |
| 17 | pant meets the service and the age or disability requirements  |
| 18 | for title thereto. The annuity of a participant under section  |
| 19 | 234 shall commence on the day after the occurrence of the      |

event on which payment thereof is based. An annuity other-

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| 1  | wise payable from the fund allowed on or after date of enact-   |
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| 2  | ment of this provision shall commence on the day after the      |
| 3  | occurrence of the event on which payment thereof is based.      |
| 4  | " (h) An annuity payable from the fund on or after date         |
| 5  | of enactment of this provision shall terminate (1) in the case  |
| 6  | of a retired participant, on the day death or any other ter-    |
| 7  | minating event occurs, or (2) in the case of a survivor, on     |
| 8  | the last day of the month before death or any other terminating |
| 9  | event occurs.".   |
| 10 | SEC. 6. Section 252 of the Central Intelligence                 |
| 11 | Agency Retirement Act (50 U.S.C. 403 note) is amended           |
| 12 | by deleting subsection (c) (l); renumbering subsections         |
| 13 | (c) (2) and (c) (3) to read (c) (3) and (c) (4); and in-        |
| 14 | serting the following new subsections (c) (1) and (c) (2):      |
| 15 | "(c)(l) If an officer or employee under some other              |
| 16 | Government retirement system becomes a participant in the       |
| 17 | system by direct transfer, the Government's contributions       |
| 18 | under such retirement system on behalf of the officer or        |
| 19 | employee shall be transferred to the fund and such officer or   |
| 20 | employee's total contributions and deposits, including inter-   |

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est accrued thereon, except voluntary contributions, shall be

| ī  | transferred to his credit in the fund effective as of the date   |
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| 2  | such officer or employee heretofore or hereafter becomes a       |
| 3  | participant in the system. Each such officer or employee         |
| 4  | shall be deemed to consent to the transfer of such funds and     |
| 5  | such transfer shall be a complete discharge and acquittance      |
| 6  | of all claims and demands against the other Government           |
| 7  | retirement fund on account of service rendered prior to becoming |
| 8  | a participant in the system.                                     |
| 9  | "(c) (2) If a participant in the system becomes an               |
| 10 | employee under another Government retirement system by           |
| 11 | direct transfer to employment covered by such system, the        |
| 12 | Government's contributions to the fund on his behalf may be      |
| 13 | transferred to the fund of the other system and his total con-   |
| 14 | tributions and deposits, including interest accrued thereon,     |
| 15 | except voluntary contributions, may be transferred to his        |
| 16 | credit in the fund of such other retirement system at the        |
| 17 | request of the officer or employee effective as of the date he   |
| 18 | becomes eligible to participate in such other retirement sys-    |
| 19 | tem. Each such officer or employee in requesting such            |
| 20 | transfer shall be deemed to consent to the transfer of such      |

- l funds and such transfer shall be a complete discharge and
- 2 acquittance of all claims and demands against the fund on
- 3 account of service rendered prior to his becoming eligible for
- 4 participation in such other system. ".
- 5 SEC. 7. Section 273 of the Central Intelligence Agency
- 6 Retirement Act (50 U.S.C. 403 note) is amended by delet-
- 7 ing subsection (a); renumbering subsection (b) to read (c);
- 8 and inserting the following new subsections (a) and (b) :
- 9 "(a) Notwithstanding any other provision of law, any
- 10 annitant who has retired under this Act and who is reem-
- 11 ployed in the Federal Government service in any appointive
- 12 position either on a part-time or full-time basis shall be
- 13 entitled to receive the salary of the position in which he is
- 14 serving plus so much of his annuity payable under this Act
- 15 which when combined with such salary does not exceed
- 16 during any calendar year the basic salary such officer or
- 17 employee was entitled to receive on the date of his retire-
- 18 ment from the Agency. Any such reemployed officer or
- 19 employee who receives salary during any calendar year in
- 20 excess of the maximum amount which he may be entitled

to receive under this paragraph shall be entitled to such

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| 2  | salary in lieu of benefits hereunder.                           |
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| 3  | "(b) When any such annuitant is reemployed, he shall            |
| 4  | notify the Director of Central Intelligence of such reem-       |
| 5  | ployment and shall provide all pertinent information relating   |
| 6  | thereto.".  |
| 7  | SEC. 8. Section 291 of the Central Intelligence Agency          |
| 8  | Retirement Act (50 U.S.C. 403 note) is amended to read as       |
| 9  | follows:  |
| 10 | "SEC. 291. (a) On the basis of determinations made by           |
| 11 | the Director pertaining to per centum change in the price index |
| 12 | the following adjustments shall be made:                        |
| 13 | "(1) Each annuity payable from the fund on January 1,           |
| 14 | 1967, shall be increased on that date by (a) 12.4 per centum    |
| 15 | for annuities which commence on or before January 1, 1966,      |
| 16 | or (b) 4.9 per centum for annuities which commence on or        |
| 17 | between January 2, 1966, and January 1, 1967.                   |
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| 1   | " (2) Each month beginning with November 1966 the              |
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| 2   | Director shall determine the per centum change in the price    |
| 3   | index. Effective the first day of the third month which begins |
| 4   | after the price index shall have equaled a rise of at least    |
| 5   | 3 per centum for three consecutive months over the price       |
| 6   | index for the base month, each annuity payable from the        |
| 7   | fund which has a commencing date not later than such effec-    |
| 8   | tive date shall be increased by the per centum rise in the     |
| 9   | price index (calculated on the highest level of the price      |
| 0   | index during the three consecutive months) adjusted to the     |
| . 1 | nearest one-tenth of 1 per centum.                             |
| . 2 | " (b) Eligibility for an annuity increase under this           |
| L 3 | section shall be governed by the commencing date of each       |
| L4  | annuity payable from the fund as of the effective date of an   |
| 15  | increase, except as follows:                                   |
| 16  | "(1) Effective from its commencing date, an annuity            |
| 17  | payable from the fund to an annuitant's survivor (other than   |
| Ĺΰ  | a child entitled under section 221 (c)), which annuity         |
| 19  | commences the day after annuitant's death and after January    |

20 1, 1967, shall be increased by the total per centum increase

- 1 the annuitant was receiving under this section at death;
- 2 or if death occurred between January 1, 1967, and date of
- 3 enactment, the per centum increase the annuitant would
- 4 have received.
- 5 " (2) Effective from its commencing date, an annuity
- 6 payable from the fund to a child under section 221 (c), which
- 7 annuity commences the day after annuitant's death and after
- 8 January 1, 1967, shall be increased by (a) 2 per centum if
- 9 the annuity from which it is derived commenced on or before
- 10 January 1, 1966, or (b) 1 per centum if the annuity from
- 11 which it is derived commenced on or between January 2,
- 12 1966, and January 1, 1967.
- 13 "(3) For the purposes of computing an annuity which
- 14 commences after January 1, 1967, to a child under section
- 15 221 (c), the items \$600, \$720, \$1,800, and \$2,160 appearing
- 16 in section 221 (c) shall be increased by 10.2 per centum plus
- 17 the total per centum increase allowed and in force under
- 18 section 291 (a) (2) for employee annuities, and, in case of
- 19 a deceased annuitant, the items 40 per centum and 50 per
- 20 centum appearing in section 221 (c) shall be increased

- l the annuitant was receiving under this section at death;
- 2 or if death occurred between January 1, 1967, and date of
- 3 enactment, the per centum increase the annuitant would
- 4 have received.
- 5 "(2) Effective from its commencing date, an annuity
- 6 payable from the fund to a child under section 221 (c), which
- 7 annuity commences the day after annuitant's death and after
- 8 January 1, 1967, shall be increased by (a) 2 per centum if
- 9 the annuity from which it is derived commenced on or before
- 10 January 1, 1966, or (b) 1 per centum if the annuity from
- 11 which it is derived commenced on or between January 2,
- 12 1966, and January 1, 1967.
- 13 "(3) For the purposes of computing an annuity which
- 14 commences after January 1, 1967, to a child under section
- 15 221 (c), the items \$600, \$720, \$1,800, and \$2,160 appearing
- 16 in section 221 (c) shall be increased by 10.2 per centum plus
- 17 the total per centum increase allowed and in force under
- 18 section 291 (a) (2) for employee annuities, and, in case of
- 19 a deceased annuitant, the items 40 per centum and 50 per
- 20 centum appearing in section 221 (c) shall be increased

| l by | the the | total | per | centum | increase | allowed | and | in | force |
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- 2 under this section to the annuitant at death; or if death
- occurred between January 1, 1967, and date of enactment,
- 4 the per centum increase the annuitant would have received.
- 5 "(c) Any annuity increased under this section shall
- 6 be decreased by the amount of increase in force and effect
- 7 with respect to that annuity under section 291 prior to the
- 8 date of enactment of this Act.
- 9 "(d) The term 'price index' shall mean the Consumer
- 10 Price Index (all items -- United States city average) published
- 11 monthly by the Bureau of Labor Statistics. The term 'base
- month' shall mean the month of October 1966 for the first
- increase under section 291 (a) (2) and thereafter the month
- 14 for which the price index showed a per centum rise forming
- the basis for a cost-of-living annuity increase.
- 16 "(e) No increase in annuity provided by this section
- shall be computed on any additional annuity purchased at
- 18 retirement by voluntary contributions.
- 19 "(f) The monthly installment of annuity after adjust-
- 20 ment under this section shall be fixed at the nearest dollar,
- 21 except that such installment shall after adjustment reflect
- 22 an increase of at least one dollar.".

- SEC. 9. Section 5541 (2) of title 5, United States
- Code, is amended by (1) striking out "or" at the end of
- 3 paragraph (xii); (2) deleting the period at the end of
- 4 paragraph (xiii) and inserting "; or"; and (3) adding the
- 5 following new paragraph: "(xiv) an officer or employee
- 6 of the Central Intelligence Agency.".